SENATE BILL No. 419

DIGEST OF INTRODUCED BILL

Citations Affected: IC 9-25; IC 27-2-21.

Synopsis: Proof of motor vehicle insurance. Requires certain motor vehicles to bear a sticker as proof of financial responsibility. Requires an insurer that issues a motor vehicle policy to furnish the insured with the sticker. Specifies the information that must be on the sticker. Provides for a charge of not more than \$1 for each sticker for each motor vehicle covered by the policy.

Effective: July 1, 2002.

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January 10, 2002, read first time and referred to Committee on Insurance and Financial Institutions.





Second Regular Session 112th General Assembly (2002)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2001 General Assembly.

SENATE BILL No. 419

A BILL FOR AN ACT to amend the Indiana Code concerning motor vehicles.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 9-25-1-6 IS AMENDED TO READ AS FOLLOWS
[EFFECTIVE JULY 1, 2002]: Sec. 6. Except as provided in
IC 9-25-4-8.5 (a), this article applies to a person who is not a residen
of Indiana under the same conditions as this article applies to a residen
of Indiana.

SECTION 2. IC 9-25-3-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 5. (a) The bureau shall adopt rules under IC 4-22-2 to establish procedures, conditions, and requirements concerning the filing of proof of financial responsibility necessary to promote and ensure the effective enforcement of this article.

- (b) The rules must regulate the following:
 - (1) The effective dates and policy periods of proof of financial responsibility.
 - (2) The procedure for cancellation of proof of financial responsibility by the carrier or the insured.
 - (3) The conditions of reinstatement.
 - (4) The manner of providing proof of financial responsibility



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1	as required under IC 9-25-4-8.5 (b) to a person who has:
2	(A) provided a bond executed with respect to the vehicle
3	under IC 9-25-4-9;
4	(B) deposited funds with the treasurer of state under
5	IC 9-25-4-10; or
6	(C) been issued a certificate of self-insurance under
7	IC 9-25-4-11.
8	(5) Any other requirement affecting the purposes for which proof
9	of financial responsibility is filed with the bureau.
0	SECTION 3. IC 9-25-4-8.5 IS ADDED TO THE INDIANA CODE
1	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
2	1, 2002]: Sec. 8.5. (a) This section does not apply to the following:
.3	(1) A motor vehicle registered and bearing a license plate as
4	provided in IC 9-18-3.
.5	(2) A motor vehicle registered in a jurisdiction other than
6	Indiana.
7	(b) In addition to the proof that may be provided in section 8 of
8	this chapter, proof of financial responsibility through a motor
9	vehicle liability policy meeting the requirements of this chapter
20	must be evidenced by the placement of a sticker that:
21	(1) must be displayed on the windshield of a vehicle that has
22	an enclosed driver's compartment; and
23	(2) in all other cases, must be carried by the operator of the
24	vehicle.
25	(c) The sticker must:
26	(1) contain the information described in IC 27-2-21-4; or
27	(2) otherwise provide proof of financial responsibility as
28	determined under IC $9-25-3-5(b)(4)$.
29	(d) The bureau shall determine the proper size and placement
30	of the sticker.
31	SECTION 4. IC 9-25-4-13 IS ADDED TO THE INDIANA CODE
32	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
33	1, 2002]: Sec. 13. (a) This section does not apply to a person who
34	operates a rental vehicle leased for not more than thirty (30) days
35	that is registered in a jurisdiction other than Indiana.
86	(b) A person may not:
37	(1) register a motor vehicle; or
88	(2) operate a motor vehicle on a public highway;
19	in Indiana if a sticker as described in IC 9-25-4-8.5(b) is not
10	displayed on the motor vehicle.
1	(c) A person may not operate a motor vehicle on a public
12	highway in Indiana if a sticker described in IC 9-25-4-8.5(b) that



1	contains false information concerning the motor vehicle is
2	displayed on the motor vehicle.
3	(d) A person who violates this section commits a Class C
4	infraction.
5	SECTION 5. IC 9-25-4-14 IS ADDED TO THE INDIANA CODE
6	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
7	1, 2002]: Sec. 14. (a) Subject to subsection (b), in a proceeding to
8	enforce section 13(b) of this chapter, the burden is on the defendant
9	to prove by a preponderance of the evidence that financial
10	responsibility was in effect for the motor vehicle operated by the
11	defendant at the time of the alleged violation.
12	(b) A person may not be convicted of violating section 13(b) of
13	this chapter if the person, within five (5) days from the time of
14	apprehension, produces to the apprehending officer or
15	headquarters of the apprehending officer, a certificate of
16	compliance concerning the form of financial responsibility that was
17	in effect with respect to the motor vehicle on the date of the alleged
18	violation in the manner provided in IC 9-25-5-5.
19	SECTION 6. IC 9-25-5-5 IS AMENDED TO READ AS FOLLOWS
20	[EFFECTIVE JULY 1, 2002]: Sec. 5. (a) A person who receives a
21	request for evidence of financial responsibility under section 3 of this
22	chapter shall set forth in the certificate of compliance the following
23	information concerning the form of financial responsibility that was in
24	effect with respect to the motor vehicle on the date in question:
25	(1) If a motor vehicle liability policy was in effect, the following:
26	(A) The name and address of the insurer.
27	(B) The limits of coverage of the policy.
28	(C) The identification number applying to the policy.
29	(2) If a bond was in effect, the following:
30	(A) The name and address of the bond company or surety.
31	(B) The face amount of the bond.
32	(3) If self-insurance was in effect under IC 9-25-4-11, the
33	following:
34	(A) The date on which the certificate of self-insurance was
35	issued by the bureau.
36	(B) The name of the person to whom the certificate of
37	self-insurance was issued.
38	(b) A person who requests information or verification of coverage
39	to complete a certificate of compliance under subsection (a) from:
40	(1) an insurance company; or
41	(2) an insurance agent;
42	is not required to give the company or the agent a reason for requesting



1	the information unless the person has been involved in an accident.	
2	(c) The information set forth in subsection (a) may be provided	
3	as a defense to a violation of IC 9-25-4-13(b) as set forth in	
4	IC 9-25-4-14(b).	
5	SECTION 7. IC 27-2-21 IS ADDED TO THE INDIANA CODE AS	
6	A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY	
7	1, 2002]:	
8	Chapter 21. Proof of Motor Vehicle Insurance Coverage	
9	Sec. 1. As used in this chapter, "minimum amounts of financial	
10	responsibility" refer to the amounts set forth in IC 9-25-4-5.	
11	Sec. 2. (a) As used in this chapter, "motor vehicle policy" means	
12	a policy providing one (1) or more of the kinds of insurance	
13	described in IC 27-1-5-1, Class 2(f) and Class 3(d).	
14	(b) The term includes a commercial motor vehicle insurance	
15	policy or a policy intended to cover a vehicle that is owned by a	
16	business firm and used for business purposes.	
17	Sec. 3. An insurer that issues a motor vehicle policy:	
18	(1) in Indiana; or	
19	(2) for delivery in Indiana;	
20	shall provide to the insured a sticker when the motor vehicle policy	
21	has been issued for the minimum amount of financial	
22	responsibility.	
23	Sec. 4. The sticker that is required to be provided in section 3 of	
24	this chapter must include the following:	
25	(1) The vehicle identification number of the motor vehicle.	
26	(2) The date of expiration of the term of the policy period.	
27	(3) The policy number of the motor vehicle policy.	
28	(4) The name of the insurer issuing the motor vehicle policy.	W
29	Sec. 5. A motor vehicle policy that is issued:	
30	(1) in Indiana; or	
31	(2) for delivery in Indiana;	
32	may contain a provision for a service charge of not more than one	
33	dollar (\$1) for issuance of a sticker as provided in section 3 of this	
34	chapter for each motor vehicle covered under the motor vehicle	



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policy.